



STATE OF WASHINGTON
DEPARTMENT OF REVENUE

WAC 458-20-141
(Duplicating activities and mailing bureaus)

Attachment for CR 103 form

Describe any changes other than editing from proposed to adopted version:

- Subsection (3) Mailing bureau services--Language has been added to refer the reader to subsection (2) of the rule if the mailing bureau duplicates the material being prepared and to WAC 458-20-144 (Printing industry) if printing the material.
- Subsection (3)(a)(ii) Presort services--We have removed this discussion of presort activities. We have also removed references to tax liabilities associated with presort activities from elsewhere in the rule.
- Subsection (3)(b)(i)(B) When is postage not part of the consideration paid?--We have added the following language:
The mailing bureau in these cases has no primary or secondary liability for payment of the postage costs. (Refer to WAC 458-20-111 for information about advance and reimbursements.)
- Subsection (3)(b)(ii) Examples--We have added the following language:
For purposes of the following examples, sales invoices to the customer separately identify charges for postage.
- Subsections (3)(b)(ii)(A) through (J), which provide examples of common transactions that occur between mailing bureaus and their customers--Explanations of the specific services being provided by the mailing bureau (including presort services, the discussion of which was removed from subsection (3)(a)(ii)) and references to specific tax classifications have been removed. The examples now focus only on the issue of whether charges for postage are or are not included in the measure of tax.

Duplicative or unnecessary examples have been removed, and two examples have been added. The tax result of the example in subsection (3)(b)(ii)(2) of the rule being adopted was

changed because additional clarification was provided about industry practices.

- Subsection (3)(c)(i) Interstate sales of tangible personal property--The following language has been added:

Interstate sales of tangible personal property. The sale of tangible personal property is not subject to retail sales tax when the seller agrees to and does deliver the property outside the state. Refer to WAC 458-20-193 (Inbound and outbound interstate sales of tangible personal property) for further information about interstate sales.

- Subsection (3)(c)(ii) Labor and services rendered in respect to tangible personal property of or for a nonresident (a part of subsection (3)(c) in the proposed rule)--Language has been added to refer readers to WAC 458-20-173 for additional information about the exemption.